| SYN. NO | |
|--------------------------------|--|
| MOTION BY SUPERVISOR DON KNABE | |

AGN. NO.

June 24, 2003

The State Assembly has recently passed a new personal income tax bill, AB 1690. This bill attempts to continue the state's ongoing efforts to juggle budgets and shift money from one area to another to subsidize waste, overspending, ill-advised schemes, and bloated bureaucracies.

AB 1690 would allow local governments to tax personal income, an authority currently reserved only for Federal and State governments. Never in California's history has a local county or city been given this authority. We should not start now. AB1690 would merely give Sacramento a new mechanism for slashing funding for cities and counties while continuing to create more unfunded mandates. The bill would serve only to fuel the legislatures spending addiction that has thrown this state into a \$38 billion deficit.

At the end of the day, this legislation will not only give local governments the ability to tax personal income, but it will quietly shift costly responsibilities to local governments.

| | <u>MOTION</u> |
|-------------|---------------|
| MOLINA | |
| YAROSLAVSKY | |
| KNABE | |
| ANTONOVICH | |
| BURKE | |

THEREFORE, **I MOVE** that the Board of Supervisors send five signature letters to each of Los Angeles County's State Senators asking them to oppose this legislation now in the State Senate and direct our state legislative advocates to actively oppose this legislation.